Section 11486, Pub. L. 100-77, title VII, §776, as added Pub. L. 101-645, title VI, §651, Nov. 29, 1990, 104 Stat. 4754, related to evaluation of programs and entities that received assistance under this subchapter.

Section 11487, Pub. L. 100-77, title VII, §777, as added Pub. L. 101-645, title VI, §651, Nov. 29, 1990, 104 Stat. 4754; amended Pub. L. 103-382, title III, §370(b), Oct. 20, 1994, 108 Stat. 3977, related to submission of reports to Congress by the Secretary.

Section 11488, Pub. L. 100-77, title VII, §778, as added Pub. L. 101-645, title VI, §651, Nov. 29, 1990, 104 Stat. 4755, provided that nothing in this part was to be construed to modify Federal selection preferences described in section 1437d of this title or authorized policies and procedures of governmental housing authorities operating under annual assistance contracts pursuant to section 1437 et seq. of this title with respect to admissions, tenant selection and evictions.

Section 11489, Pub. L. 100-77, title VII, §779, as added Pub. L. 101-645, title VI, §651, Nov. 29, 1990, 104 Stat. 4755; amended Pub. L. 103–382, title III, § 370(c), Oct. 20, 1994, 108 Stat. 3977, authorized appropriations to carry out this part.

CHAPTER 120—ENTERPRISE ZONE DEVELOPMENT

Sec 11501.

Designation of enterprise zones.

- (a) Designation of zones.
- (b) Period for which designation is in effect.
- (c) Area and eligibility requirements.
- (d) Required State and local commitments.
- (e) Definitions.

11502. Evaluation and reporting requirements.

11503. Interaction with other Federal programs.

- (a) Coordination with relocation assist-
- (b) Enterprise zones treated as labor surplus areas.

11504. Waiver or modification of housing and community development rules in enterprise

- (a) In general.
- (b) Limitation.
- (c) Submission of requests.
- (d) Consideration of requests.
- (e) Notice of disapproval.
- (f) Period for determination.
- (g) Applicable procedures.(h) Effect of subsequent amendment of rules.
- Expiration of waivers and modifications.
- (j) Definitions.

Coordination with CDBG and UDAG pro-11505. grams

CHAPTER REFERRED TO IN OTHER SECTIONS

This chapter is referred to in title 25 section 941m.

§ 11501. Designation of enterprise zones

(a) Designation of zones

(1) "Enterprise zone" defined

For purposes of this section, the term "enterprise zone" means any area that-

- (A) is nominated by one or more local governments and the State or States in which it is located for designation as an enterprise zone (in this section referred to as a "nominated area"); and
- (B) the Secretary of Housing and Urban Development designates as an enterprise zone, after consultation with-
 - (i) the Secretaries of Agriculture, Commerce, Labor, and the Treasury, the Direc-

tor of the Office of Management and Budget, and the Administrator of the Small Business Administration; and

(ii) in the case of an area on an Indian reservation, the Secretary of the Interior.

(2) Number of designations

(A) In general

The Secretary of Housing and Urban Development may designate not more than 100 nominated areas as enterprise zones.

(B) Minimum designation in rural areas

Of the areas designated under subparagraph (A), not less than 1/3 shall be areas that-

- (i) are within a local government jurisdiction or jurisdictions with a population of less than 50,000 (as determined under the most recent census data available);
- (ii) are outside of a metropolitan statistical area (as designated by the Director of the Office of Management and Budget); or
- (iii) that are determined by the Secretary, after consultation with the Secretary of Commerce, to be rural areas.

(3) Areas designated based solely on degree of poverty

(A) In general

Except as provided in subparagraph (B), the Secretary shall designate (i) the nominated areas with the highest average ranking with respect to the criteria set forth in subparagraphs (C) and (D) of subsection (c)(3) of this section, and the 1 criterion set forth in subparagraph (E)(i) or (E)(ii) of subsection (c)(3) of this section that gives an area a higher ranking; and (ii) for areas described in paragraph (2)(B), the nominated areas with the highest ranking with respect to the 1 criterion set forth in subparagraph (C), (D), (E)(i), or (E)(ii) of subsection (c)(3) of this section that gives an area a higher ranking. For purposes of the preceding sentence, an area shall be ranked within each such criterion on the basis of the amount by which the area exceeds such criterion, with the area that exceeds such criterion by the greatest amount given the highest ranking.

(B) Exception where inadequate course of action, etc.

An area shall not be designated under subparagraph (A) if the Secretary determines that the course of action with respect to such area is inadequate.

(C) Separate application to rural and other

Subparagraph (A) shall be applied separately with respect to areas described in paragraph (2)(B) and to other areas.

(4) Limitation on designations

(A) Publication of regulations

Before designating any area as an enterprise zone, the Secretary shall prescribe by regulation not later than 4 months following February 5, 1988, after consultation with the officials described in paragraph (1)(B)—

(i) the procedures for nominating an area under paragraph (1)(A);